



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0082	Title:	Revise deposit of stranded 911 revenue
Primary Sponsor:	Driscoll, Robyn	Status:	As Introduced

- | | | |
|--|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input checked="" type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
General Fund	\$ (276,240)	\$ (275,927)	\$ (282,825)	\$ (289,896)
State Special Revenue	\$ 481,052	\$ 513,619	\$ 548,391	\$ 585,517
Revenue:				
General Fund	\$ (481,052)	\$ (513,619)	\$ (548,391)	\$ (585,517)
State Special Revenue	\$ 481,052	\$ 513,619	\$ 548,391	\$ 585,517
Net Impact-General Fund Balance:	<u>\$ (204,812)</u>	<u>\$ (237,692)</u>	<u>\$ (265,566)</u>	<u>\$ (295,621)</u>

Description of fiscal impact: This bill will increase the distribution of 9-1-1 fee collections to the counties and reduce the state general fund balance.

FISCAL ANALYSIS

Assumptions:

- For FY 2010 and FY 2011, the State Administration costs were calculated using MBARS adjusted base budget. A 2.5% inflationary amount was applied for the FY 2013 biennium.
- Revenue and expenditures are based on FY 2008 9-1-1 fee collections which are assumed to increase at the average annual growth rate in 9-1-1 fee collections from FY 2001 to FY 2006, or 6.77%, a year. Total 9-1-1 fees as reported by SABHRS at fiscal year end for FY 2008 were \$11,282,926.
- Current statute specifies that 3.74% of fees collected are deposited in the state general fund account. This bill proposes this percentage be reduced to 2.74% of the fees collected. This amount is used to fund the State of Montana 9-1-1 Program. All other revenues are distributed to the 9-1-1 jurisdictions and providers.

Current Law - General Fund				
	FY 2010	FY 2011	FY 2012	FY 2013
Estimated 9-1-1 Fees	12,862,347	13,733,128	14,662,861	15,655,536
Percent to the General Fund	3.74%	3.74%	3.74%	3.74%
Total General Fund Revenue ^A	481,052	513,619	548,391	585,517
Current State Administration costs ^B	276,240	275,927	282,825	289,896
Stranded Fees in General Fund	204,812	237,692	265,566	295,621
Proposed Law --Funds Deposited to the State Special Revenue for State Administration				
	FY 2010	FY 2011	FY 2012	FY 2013
Estimated 9-1-1 Fees	12,862,347	13,733,128	14,662,861	15,655,536
Percent for State Administration	2.74%	2.74%	2.74%	2.74%
Deposits for State Admin. ^C	352,428	376,288	401,762	428,962
Difference				
Additional Funds for State Administration ^{B-C}	76,188	100,361	118,937	139,066
Additional Distributions to Local 911 Jurisdictions and Wireless Providers. ^{A - C}	128,624	137,331	146,629	156,555

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
State Administration	\$ 76,188	\$ 100,361	\$ 118,937	\$ 139,066
Addit. Dist. To Local 911	\$ 128,624	\$ 137,331	\$ 146,629	\$ 156,555
Total Expenditures	\$ 204,812	\$ 237,692	\$ 265,566	\$ 295,621
<u>Funding of Expenditures:</u>				
General Fund (01)	\$ (276,240)	\$ (275,927)	\$ (282,825)	\$ (289,896)
State Special Revenue (02)	\$ 481,052	\$ 513,619	\$ 548,391	\$ 585,517
TOTAL Funding of Exp.	\$ 204,812	\$ 237,692	\$ 265,566	\$ 295,621
<u>Revenues:</u>				
General Fund (01)	\$ (481,052)	\$ (513,619)	\$ (548,391)	\$ (585,517)
State Special Revenue (02)	\$ 481,052	\$ 513,619	\$ 548,391	\$ 585,517
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$ (204,812)	\$ (237,692)	\$ (265,566)	\$ (295,621)
State Special Revenue (02)	\$0	\$0	\$0	\$0

Effect on County or Other Local Revenues or Expenditures:

Additional funds will go to local 9-1-1 jurisdiction and wireless providers. The amounts are \$128,624 in FY 2010, \$137,331 in FY 2011, \$146,629 in FY 2012 and \$156,555 in FY 2013.

Sponsor's Initials_____
Date_____
Budget Director's Initials_____
Date